

BILL SUMMARY
1st Session of the 59th Legislature

Bill No.:	SB583
Version:	Engrossed
Request Number:	NA
Author:	Rep. Hilbert/ Sen. Montgomery
Date:	4/5/2023
Impact:	No material impact

Research Analysis

Engrossed SB583 requires the Oklahoma Tax Commission to submit biannual reports to the House and Senate appropriations chairs on the Ad Valorem Reimbursement Fund. The report must include the total reimbursement payments for the year, the claim history for each exemption and projected claim payments for the upcoming year.

Prepared By: Quyen Do

Fiscal Analysis

Officials for the Oklahoma Tax Commission provided the following information related to any potential impact of the measure:

SB 583 proposes to amend 62 O.S. § 193 by requiring the Tax Commission to submit two yearly reports on the status of the Ad Valorem Reimbursement Fund to the Chair of the Appropriations Committee of the Senate and the Chair of the Appropriations and Budget Committee of the House of Representatives. The report shall include 1) total reimbursement payments for the year; 2) total claims remaining unpaid for each exemption, and the date the most recent claim was paid; and 3) an estimate of how many claims will be paid in the next year for each exemption.

The OTC does not anticipate SB 583 to have a fiscal impact on state revenues.

Additional resources may be needed to provide the proposed reports resulting in minimal administrative costs to be incurred by the Tax Commission.

REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 24: none

FY 25: none

ADMINISTRATIVE IMPACT:

Insert the estimated cost or savings to the OTC due to this proposed legislation.

FY 24: minimal

The measure is not anticipated to have a direct fiscal impact on the state budget or appropriations.

Prepared By: John McPhetridge, House Fiscal Staff

Other Considerations

Currently, the OTC is able to provide total claim information for the exemptions subject to reimbursement along with any application of appropriated funds and the 1% of income tax revenues apportioned to the Fund. Information provided in the proposed reports will relate to current year reimbursement claims filed for exemptions approved for the immediately preceding tax year. For example, the reports submitted in April 2024 and December 2024 will include information for tax year 2023. Exemption information for the current 2024 tax year would not be complete and therefore could not be included in the referenced reports.

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